NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY NSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

roducers 88 (4-89) — Paid Up Vith 640 Acres Pooling Provision TANDARD LEASE v.5

PAID UP OIL AND GAS LEASE (No Surface Use)

(No Surface Use)					
THIS LEASE AGREEMENT is made this		June	, 2008, by ar	, 2008, by and between	
<u>Harlie Green</u>	a widow	<u>C</u> e"			
whose addresss is 4208 Heather Trail, Fort Coth Texas 75201, as Lesser, and, DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Suite 1870 Dallas Texas 75201, as Lessee. All printed portions of this lease were prepared by the party nereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee. 1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following tescribed land, hereinafter called leased premises:					
./b/ ACRES OF LAND, MORE OUT OF THE Ryan South of Fort Worth IN VOLUME 388 , P	OR LESS, BEING LO (45) Add + 12 TARRANT PAGE 7	OT(S) // COUNTY, TEXAS, OF THE PLA	ADDITION, AN AD ACCORDING TO THAT CER T RECORDS OF TARRANT	, BLOCK <u>30</u> DITION TO THE CITY OF RTAIN PLAT RECORDED COUNTY, TEXAS.	
in the County of Tarrant, State of TEXAS, containing					
2. This lease, which is a "paid-up" lease re as long thereafter as oil or gas or other substance otherwise maintained in effect pursuant to the pro 3. Royalties on oil, gas and other substance otherwise maintained in effect pursuant to the pro 3. Royalties on oil, gas and other substance separated at Lessee's separator facilities, the royalties of the wellhead or to Lessor's credit at the the wellhead market price then prevailing in the prevailing price) for production of similar grade the production, severance, or other excise taxes and Lessee shall have the continuing right to purchas no such price then prevailing in the same field, if the same or nearest preceding date as the date of more wells on the leased premises or lands poole are waiting on hydraulic fracture stimulation, but she deemed to be producing in paying quantities there from is not being sold by Lessee, then Lestessor's credit in the depository designated belowhile the well or wells are shut-in or production the being sold by Lessee from another well or well following cessation of such operations or producterminate this lease. 4. All shut-in royalty payments under this ke be Lessor's depository agent for receiving paymed raft and such payments or tenders to Lessor or address known to Lessee shall constitute proper payment hereunder, Lessor shall, at Lessee's requirements of lease or lands pooled therewith, or if all propursuant to the provisions of Paragraph 6 or the nevertheless remain in force if Lessee commence on the leased premises or lands pooled therewith the end of the primary term, or at any time then operations reasonably calculated to obtain or rest no cessation of more than 90 consecutive days, there is production in paying quantities from the Lessee shall drill such additional wells on the lease to (a) develop the leased premises as to formatic to (a) develop the leased premises as to formatic to (a) develop the leased premises as to formatic to (a) develop the leased premises as to formatic to (a) develop the leased premises as	es covered hereby are produced and saved he yaily shall be Truck for each oil purchaser's transportat same field (or if there is not a and gravity; (b) for gas for the proceeds reach field in which Lessee commence and therewith are capable of such well or wells are either for the purpose of maintainities see shall pay shut-in royal w, on or before the end of sheer with a seed premises of the depository by deposition. Lessee's failure to proceed the end of sheer with a seed premises of the depository by deposition. Lessee's failure to proceed the end of sheer with a seed premises of the depository by deposition. Lessee's failure to proceed the end of sheer with the depository by deposition. Lessee's failure to proceed the endors in the depository by deposition of the depository by deposition of the depository payment. If the depository payment is the depository within 90 days after complementation of any government es operations for reworking and if any such operations leased premises or lands posed	areunder shall be paid by learning and a shall be paid by lease a from the learning and a shall be production and a shall be	essee to Lessor as follows: (a) For %) of such production, to b Lessee shall have the continuing rigil g in the same field, then in the near as) and all other substances covered es sale thereof, less a proportionate g or otherwise marketing such gas o cice paid for production of similar qualing price) pursuant to comparable price, and (c) if at the end of the primary to or other substances covered hereby from is not being sold by Lessee, sured of 90 consecutive days such well hen covered by this lease, such pay reafter on or before each anniversary this lease is otherwise being maintain no shut-in royalty shall be due until the shall render Lessee liable for the amount of the continuity of the continuity of the end of the deposed of the production of paying quantities (hereinafte ently ceases from any cause, include event this lease is not otherwise to the help of the continuity of the continuity of the production of gas any one or more of surfice to the gas and the continuity of producting of a well capable of producting the production of the production of a well capable of producting the production of	oil and other liquid hydrocarbons of delivered at Lessee's option to not to purchase such production at est field in which there is such a set and rother substances, provided that lity in the same field (or if there is urchase contracts entered into on erm or any time thereafter one or in paying quantities or such wells the well or wells shall nevertheless or wells are shut-in or production ment to be made to Lessor or to of the end of said 90-day period ed by operations, or if production the end of the 90-day period next bount due, but shall not operate to see or its successors, which shall ade in currency, or by check or by sistory or to the Lessor at the last not reason fail or refuse to accept ory agent to receive payments. For called "dry hole") on the leaseding a revision of unit boundaries eing maintained in force it shall obtaining or restoring production ocassation of all production. If at an drilling, reworking or any other the operations are prosecuted with red hereby, as long thereafter as g in paying quantities hereunder, the same or similar circumstances	

6. Lessee shall have the right but not the obligation to pool all or any part of the leased premises or interest therein with any other lands or interests, as to any or all depths or zones, and as to any or all substances covered by this lease, either before or after the commencement of production, whenever Lessee deems it necessary or proper to do so in order to prudently develop or operate the leased premises, whether or not similar pooling authority exists with respect to such other lands or interests. The unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of 10%, and for a gas well or a horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of 10%, and for a gas well or a horizontal completion to conform to any well spacing or density pattern that may be prescribed or permitted by any governmental authority having jurisdiction to do so. For the purpose of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed by applicable law or the appropriate governmental authority, or, if no definition is so prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 cubic feet per barrel, based on 24-hour production test conducted under normal producing conditions using standard lease separator facilities or equivalent testing equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in facilities or equivalent testing equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in the reservoir exceeds the vertical component

7. If Lessor owns less than the full mineral estate in all or any part of the leased premises, the royalties and shut-in royalties payable hereunder for any well on any part f the leased premises or lands pooled therewith shall be reduced to the proportion that Lesson's interest in such part of the leased premises bears to the full mineral estate in uch part of the leased premises.

B. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the

ghts and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's wnership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days whership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days fter Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or ntil Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties ereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more ersons are entitled to shut-in royalties hereunder. Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or eparately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter rising with respect to the transferred interest, and failure of the transferse to satisfy such obligations with respect to the transferred interest shall not affect the rights of essee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to ay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tend

accordance with the net acreage interest retained hereunder.

lessee releases all or an undivided interest in lass than all of the area covered hereby. Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced accordance with the net acrange interest retained hereunder.

10. In exploring for, developing, producing and marketeling oil, gas and other substances covered hereby on the leased premises or lands pooled or unlitzed herewith, in rimary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be assonably necessary for such purposes, including but not intilled to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, niks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, return the lessee part of the such canals, pipelines, niks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, return the lessee part of the such canals, pipelines, niks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, which is the such pipelines below ordinary plow deep measurements of the production of the save premises described in Paragraph 1 above, notwithstanding any part elease or other partial termination of this lesses, and to) to any their lands in which Lessor's onw or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in diffigults, and the such premises of such other lands during the leased premises or lands pooled therewith. When requested by Lessor in diffigults, and the leased premises or such deep remises or lands production sor long the production of the leased premises or s

This instrument was acknowledged before me on the

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee's option may pay and discharge any taxes, nortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event essee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until essee has been furnished satisfactory evidence that such claim has been resolved.

Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

ISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and nay vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or lifferent terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

N WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's elrs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

ESSOR (WHETHER ONE OR MORE) 7- HARLIE GREEN By: ACKNOWLEDGMENT STATE OF **COUNTY OF** JNTY OF <u>Tayray 7</u>
This instrument was acknowledged before me on the day of 2008. Creen a Widowe JASON SCOTT Notary Public, State of <u>Texa</u>S **Notary Public** Notary's name (printed): 25500 5001 Notary's commission expires: 4/17/12 STATE OF TEXAS My Comm. Exp. Apr. 17, 2012 STATE OF COUNTY OF

day of



DALE RESOURCES 3000 ALTA MESA BLVD, STE 300

FT WORTH

TX 76133

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

\$20.00

Filed For Registration: 07/29/2008 10:24 AM Instrument #: D208294000 LSE 3 PGS

D208294000

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Printed by: DS